IN THE UNITED STATES DISTRICT COURT NORTHERN DISTRICT OF TEXAS DALLAS DIVISION

NO. 3:17-CV-03183-S

DEBORAH CHRISTENSEN,

Plaintiff

VS.

CADNES INVESTMENT TRUET

GAINES INVESTMENT TRUST, AMERICA'S BACK OFFICE, INC. - U.S., JEFFREY GAINES, AND CARMEN SUGGS,

Defendants.

<u>DEFENDANT AMERICA'S BACK OFFICE, INC. - U.S.'S</u> ANSWER TO PLAINTIFF'S FIRST AMENDED COMPLAINT

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Defendant America's Back Office, Inc. – U.S. (hereinafter "Defendant" or "ABO") files this Answer to Plaintiff's First Amended Complaint (the "Amended Complaint") as follows, and denies each and every allegation not specifically admitted herein. Answers to each paragraph of the Amended Complaint are made without waiving, but expressly reserving, all rights that Defendant may have to seek relief by appropriate motions directed to the allegations of the Amended Complaint. Pursuant to the requisites of the Federal Rules of Civil Procedure, Defendant responds to the numbered paragraphs in the Complaint as follows:

I. INTRODUCTION

- 1. Defendant admits Plaintiff Deborah Christensen ("Plaintiff") has brought this action against Defendant. Defendant denies the remaining allegations contained in Paragraph 1 of the Amended Complaint.
- 2. Defendant responds that the allegations of Paragraph 2 of the Amended Complaint do not allege any act or omission by Defendant and call for a non-factual legal conclusion and therefore do not require a response. To the extent that a response is required,

Defendant lacks knowledge or information sufficient to form a belief about the truth of said allegation, which statement has the effect of a denial of all allegations contained in Paragraph 2 of the Amended Complaint.

3. Defendant denies the allegations contained in Paragraph 3 of the Amended Complaint.

II. THE PARTIES

- 4. Defendant admits that Plaintiff is an individual; however, Defendant is without sufficient information to admit or deny whether Plaintiff is a citizen of Texas as alleged in Paragraph 4 of Plaintiff's Amended Complaint.
- 5. Defendant admits the allegations contained in Paragraph 5 of the Amended Complaint.
- 6. Defendant admits the allegations contained in Paragraph 6 of the Amended Complaint.
- 7. Defendant admits the allegations contained in Paragraph 7 of the Amended Complaint.
- 8. Defendant admits the allegations contained in Paragraph 8 of the Amended Complaint.

III. JURISDICTION AND VENUE

- 9. Defendant admits this Court has jurisdiction as alleged in Paragraph 9 of the Amended Complaint.
- 10. Defendant admits that venue is proper in this district, but denies the remainder of the allegations contained in Paragraph 10 of the Amended Complaint.

IV. FACTUAL BACKGROUND

- Trust for approximately four years and held the position of Senior Regional Manager, overseeing eight of Defendant Gaines Investment Trust's properties located in Dallas, Texas, Las Vegas, Nevada, and Tulsa, Oklahoma. Defendant further admits that Plaintiff worked for Defendant Gaines Investment Trust full-time as a salaried employee. Defendant denies that Mr. Gaines was involved in decisions to terminate employees based upon their medical or pregnancy conditions. Defendant is without sufficient information to admit or deny the remainder of the allegations set forth in Paragraph 11 of the Amended Complaint; therefore, they are denied.
- 12. Defendant admits that Plaintiff was given a promotion in or around March 2015. Defendant is without sufficient information to admit or deny the remainder of the allegations set forth in Paragraph 12 of the Amended Complaint; therefore, they are denied.
- 13. Defendant is without sufficient information to admit or deny the allegations set forth in in Paragraph 13 of Plaintiff's Amended Complaint; therefore, they are denied.
- 14. Defendant is without sufficient information to admit or deny the allegations set forth in Paragraph 14 of Plaintiff's Amended Complaint; therefore, they are denied.
- 15. Defendant is without sufficient information to admit or deny the allegations set forth in Paragraph 15 of Plaintiff's Amended Complaint; therefore, they are denied.
- 16. Defendant is without sufficient information to admit or deny the allegations set forth in Paragraph 16 of the Amended Complaint; therefore, they are denied.
- 17. Defendant is without sufficient information to admit or deny the allegations set forth in Paragraph 17 of Plaintiff's Amended Complaint; therefore, they are denied.

- 18. Defendant denies the allegations contained in Paragraph 18 of Plaintiff's Amended Complaint.
- 19. Defendant admits that Defendant Gaines Investment Trust offered Plaintiff the position of Property Manager on or around April 18, 2016. Defendant is without sufficient information to admit or deny the remainder of the allegations set forth in Paragraph 19 of the Amended Complaint; therefore, they are denied.
- 20. Defendant admits that the Property Manager position entailed a decrease in pay. Defendant is without sufficient information to admit or deny the remainder of the allegations set forth in Paragraph 20 of the Amended Complaint; therefore, they are denied.
- 21. Defendant admits that on or around April 19, 2016, Mr. Gaines sent Plaintiff an email, and the text of that email speaks for itself. Defendant denies the remainder of the allegations contained in Paragraph 21 of Plaintiff's Amended Complaint.
- 22. Defendant admits that Defendant Gaines Investment Trust terminated Plaintiff's employment on April 20, 2016 as a result of her refusal to accept an offered position change. Defendant further admits that Todd Keller sent a termination letter to Plaintiff. The text of that letter speaks for itself. Defendant denies the remainder of the allegations contained in Paragraph 22 of Plaintiff's Amended Complaint.
- 23. Defendant admits that the Department of Labor investigated and made a determination on Plaintiff's complaints, alleged in Paragraph 22 of Plaintiff's Amended Complaint, but denies the remainder of the allegations as phrased.
- 24. Defendant denies the allegations contained in Paragraph 24 of Plaintiff's Amended Complaint.

- 25. Defendant denies the allegations contained in Paragraph 25 of Plaintiff's Amended Complaint.
- 26. Defendant denies the allegations contained in Paragraph 26 of Plaintiff's Amended Complaint.
- 27. Defendant denies the allegations contained in Paragraph 27 of Plaintiff's Amended Complaint.

VI. FIRST CLAIM FOR RELIEF

(Compensatory Damages Under the FMLA) 29 U.S.C § 2617(a)

- 28. Defendant incorporates its answers to the foregoing paragraphs as if fully set forth herein.
- 29. Defendant admits that Defendant Gaines Investment Trust qualifies as an employer as that term is defined in the FMLA, U.S.C. §2611(4). Defendant further admits Plaintiff qualifies as an employee as that term is defined in the FMLA, U.S.C. §2611(2). Defendant denies the remainder of the allegations contained in Paragraph 29 of Plaintiff's Amended Complaint.
- 30. Defendant denies the allegations contained in Paragraph 30 of Plaintiff's Amended Complaint.
- 31. Defendant denies the allegations contained in Paragraph 31 of Plaintiff's Amended Complaint.
- 32. Defendant denies the allegations contained in Paragraph 32 of Plaintiff's Amended Complaint.
- 33. Defendant denies the allegations contained in Paragraph 33 of Plaintiff's Amended Complaint.

- 34. Defendant denies the allegations contained in Paragraph 34 of Plaintiff's Amended Complaint.
- 35. Defendant denies the allegations contained in Paragraph 35 of Plaintiff's Amended Complaint.

VII. SECOND CLAIM FOR RELIEF

(Declaratory Relief for Compensatory Damages Under the FMLA) 29 U.S.C § 2617(a)

- 36. Defendant incorporates its answers to the foregoing paragraphs as if fully set forth herein.
- 37. Defendant denies the allegations contained in Paragraph 37 of Plaintiff's Amended Complaint.
- 38. Defendant denies the allegations contained in Paragraph 38 of Plaintiff's Amended Complaint.

VIII. THIRD CLAIM FOR RELIEF

(Compensatory Damages Under the FLSA) 29 U.S.C § 216(a)

39. Defendant denies the allegations contained in Paragraph 39 of Plaintiff's Amended Complaint.

IX. PRAYER FOR RELIEF

Defendant is not required to affirm or deny Plaintiff's "Prayer for Relief" ("Prayer"), but affirmatively state there are no grounds in fact or law that warrant the granting of any of the relief sought by Plaintiff. Accordingly, Defendant denies that Plaintiff is entitled to any of the relief requested, or any relief at all, and to the extent the Prayer contains any factual allegations, Defendant denies the allegations contained therein.

STATEMENT OF AFFIRMATIVE AND OTHER DEFENSES

Without admitting any of the allegations asserted in the Complaint, Defendant asserts the following affirmative and other defenses. Nothing stated in any of the following defenses constitutes a concession that Defendant bears any burden of proof on any issue that they would not otherwise bear such burden. Defendant further reserves the right to assert other affirmative and additional defenses and/or otherwise to supplement this Answer upon discovery of facts or evidence rendering such action appropriate.

- 1. Plaintiff's Complaint, in whole or in part, fails to state a claim upon which relief may be granted.
- 2. All of Defendant's actions regarding Plaintiff were taken in good faith and for legitimate, non-discriminatory, non-retaliatory business reasons.
- 3. Plaintiff was employed at-will and was subject to termination of employment for any legitimate reason, or for no reason at all.
- 4. Defendant would have taken the same action in the absence of any alleged impermissible factor.
- 5. Upon information and belief, Plaintiff has failed to reasonably attempt to mitigate her damages, if any.
- 6. Defendant is entitled to a credit or offset against any award of lost earnings to Plaintiff based on income Plaintiff has or reasonably could have received following the separation of her employment.
- 7. Defendant has made good faith efforts to prevent discrimination and retaliation in the workplace and cannot be held liable for the decisions of agents, if any, or for exemplary

damages, to the extent the challenged employment decision was contrary to Defendant's good faith efforts to comply with anti-discrimination statutes.

- 8. Defendant's alleged conduct as it related to the terms and conditions of Plaintiff's employment was not in willful disregard of the law.
- 9. Plaintiff's claims for damages are subject to all applicable limitations on such damages.
- 10. Plaintiff was properly paid for all hours worked in accordance with all state and federal laws.
- 11. Plaintiff was an exempt employee during all relevant times and therefore not eligible for overtime pay under any state or federal law.
- 12. Defendant at all times acted in good faith to comply with the FLSA and FMLA and with reasonable grounds to believe that Defendant's actions did not violate the statutes cited in the First Amended Complaint, and Defendant asserts a lack of willfulness or intent to violate the FLSA and FMLA as a defense to any claim by Plaintiff for liquidated damages.
 - 13. Defendant was not Plaintiff's employer under the FLSA or FMLA.
 - Defendant is not a qualified employer under the FLSA or FMLA.
- 15. Plaintiff has failed to join parties and/or claims which are necessary for a full and fair adjudication of this matter.

In addition to the foregoing defenses, Defendant reserves the right to amend its Answer to raise any and all other additional affirmative and other defenses that may become evident during discovery and during any other proceeding in this action or pursue any available counterclaims against Plaintiff as those claims become known during this litigation.

WHEREFORE, Defendant respectfully requests judgment against Plaintiff with respect to her claims asserted herein, dismissing the Complaint in this action, and entering judgment in favor of Defendant, together with costs and disbursements of the above-entitled action and any other relief this Court may deem just and proper.

Dated March 30, 2018

Respectfully submitted,

/s/ Jeremy W. Hawpe

Jeremy W. Hawpe Texas State Bar No. 24046041 Kathryn B. Blakey Nevada State Bar No. 12701 (proceeding pro hac vice)

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ATTORNEYS FOR DEFENDANT Gaines Investment Trust, Jeffrey Gaines, Carmen Suggs, and America's Back Office, Inc. – U.S.

CERTIFICATE OF SERVICE

On March 30, 2018, I electronically submitted the foregoing document with the Clerk of the Court for the U.S. District Court, Northern District of Texas, using the electronic case filing system of the Court. I hereby certify that I have served all counsel of record electronically or by another manner authorized by Federal Rule of Civil Procedure 5(b)(2).

Court D. Smith
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/s/ Jeremy W. Hawpe Jeremy W. Hawpe

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